

Author: Nakanishi Analyst: Jennifer Bettencourt Bill Number: AB 85
 Related Bills: See prior Analysis Telephone: 845-5163 Amended Date: May 2, 2007
 Attorney: Daniel Biedler Sponsor: _____

SUBJECT: Employer Provided Health Insurance Credit/FTB Report To Legislature On Or Before December 1, 2011 Regarding Usage & Effectiveness Of Credit

____ ANALYSIS NOT REQUIRED of this bill – Not within scope of responsibility of this department.

____ TECHNICAL BILL – No program or fiscal changes to existing program.

____ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.

____ TECHNICAL AMENDMENT – No change in previously submitted analysis required.

____ Approved position of prior analysis is _____.

____ MINOR AMENDMENT – Remainder of previous analysis of the bill as amended

X February 27, 2007, still applies.

____ MINOR AMENDMENT – No change in approved position of _____.

____ See Comments below

____ OTHER – See comments below.

COMMENTS:

This bill would create a tax credit for taxpayers that provide qualified health insurance for their employees.

The May 5, 2007, amendments would make a minor technical change to the definition of “new small to medium employer” as follows:

The previous definition of “new small to medium employer” was defined as a small employer or medium employer created on or after October 1, 2008.

The revised definition of “new small to medium employer” would mean a small employer or a medium employer that begins doing business on or after October 1, 2008.

This change would not impact the department’s programs, operations, or state income tax revenue. The department’s analysis of this bill as amended February 27, 2007, still applies.

Board Position:

____ S ____ NA ____ NP
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 ____ N ____ OUA ____ PENDING

Franchise Tax Board Staff

Date

Jennifer Bettencourt

5/4/07